



SEEP RIDGE SHALE OIL CO.

GILBERT SHALE OIL CO. — OPERATOR
A KIEWIT COMPANY

5258 Pinemont Drive
Suite B-280
Murray, Utah 84123
(801) 262-0108

May 17, 1985

RECEIVED

MAY 21 1985

DIVISION OF OIL
GAS & MINING

Oil, Gas & Mining Division
355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, UT 84180-1203

Attention: Mr. Ronald N. Daniels
Associate Director, Mining

RE: Seep Ridge Project

Dear Ron:

On May 16, 1985, Pam Grubaugh-Litting and I met to discuss the current status of the Seep Ridge project. As I explained to Pam, the project has been suspended indefinitely because of delays in receiving financial assistance from the U.S. Synthetic Fuels Corporation. Most likely, if the project will proceed ahead it will do so within the next 2-3 months.

Because of the dilemma, we have decided to delay any final action at the site or bond renegotiation until that time. If the project indeed goes ahead, your office will be notified and a meeting will be scheduled to discuss completion of the Mining and Reclamation permit application.

If the project does not go ahead, a meeting will be scheduled to discuss closure procedures and renegotiation of the current interim bond.

If any questions arise in the meantime, please call Sandy Sanders at 264-8592.

Your and your staff's cooperation on this project has always been appreciated.

Sincerely,

SEEP RIDGE SHALE OIL COMPANY

Catherine V. Chachas

Catherine V. Chachas
Environmental Affairs Manager

CVC/ld

cc: Mike Lekas
Terry Ferguson
Sandy Sanders